



General Assembly

January Session, 2007

Proposed Bill No. 5103

LCO No. 131

Referred to Committee on Banks

Introduced by:
REP. MIOLI, 136th Dist.

**AN ACT REQUIRING MORTGAGE COMPANIES TO DISCLOSE
INFORMATION RELATIVE TO FLOOD INSURANCE TO
HOMEOWNERS.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 That no mortgage company shall require any homeowner in this
- 2 state to purchase flood insurance for his or her property until such
- 3 mortgage company has provided such homeowner with information
- 4 as to the reasons flood insurance is necessary, the names of at least
- 5 three insurance companies that issue flood insurance policies in the
- 6 vicinity of the homeowner's property, an explanation of the provisions
- 7 in a flood insurance policy and the premium costs for each such policy.
- 8 After receipt of such information, the homeowner shall have a period
- 9 of at least ninety days in which to purchase a flood insurance policy.

Statement of Purpose:

To assist homeowners in the purchase of flood insurance.